

HSBC Global Investment Funds

GLOBAL HIGH YIELD BOND

Monthly report 30 September 2022 | Share class EC



Investment objective

The Fund aims to provide capital growth and income by investing in a portfolio of non-investment grade bonds (denominated in US dollars).



Investment strategy

The Fund is actively managed. In normal market conditions, the Fund will invest at least 90% of its assets in non-investment grade bonds and unrated bonds issued by governments, government-related entities, supranational entities and companies that are based in developed and emerging markets. The Fund may invest up to 30% in investment Grade bonds to manage liquidity and up to 10% in asset-backed securities. The Fund may invest up to 10% in onshore Chinese bonds which are issued within the People's Republic of China and traded on the China Interbank Bond Market. The Fund may invest up to 10% in securities issued by or guaranteed by any single government issuer with a credit rating below investment grade. The Fund may invest up to 10% in convertible bonds and up to 15% in contingent convertible securities. The Fund may invest up to 10% in other funds, including HSBC funds. The Fund will normally hedge non-USD exposures into USD. The exposure to non-USD currencies will be up to 20% of assets. See the Prospectus for a full description of the investment objectives and derivative usage.



Main risks

- The value of investments and any income from them can go down as well as up and you may not get back the amount originally invested.
- Investing in assets denominated in a currency other than that of the investor's own currency exposes the value of the investment to exchange rate fluctuations
- The Fund invests in bonds whose value generally falls when interest rates rise. This risk is typically greater the longer the maturity of a bond investment and the higher its credit quality. The issuers of certain bonds, could become unwilling or unable to make payments on their bonds and default. Bonds that are in default may become hard to sell or worthless.

Share class details

Key metrics

NAV per share	USD 10.78
Performance 1 month	-4.85%
Yield to maturity	9.70%

Fund facts

UCITS V compliant	Yes
UK reporting fund status (UKRS)	Yes
ISA eligible	Yes
Dividend treatment	Accumulating
Dealing frequency	Daily
Valuation time	17:00 Luxembourg
Share class base currency	USD
Domicile	Luxembourg
Inception date	5 August 2015
Fund size	USD 1,389,418,340
Reference benchmark	100% ICE BofA Global High Yield BB-B Constrained (USD Hedged; net of transaction costs)

Managers **Mary Gottshall Bowers**

Fees and expenses

Minimum initial investment ¹	USD 5,000
Ongoing charge figure ²	1.644%

Codes

ISIN	LU0780246152
Bloomberg ticker	HSDUECA LX
SEDOL	BF2C8S2

¹Please note that initial minimum subscription may vary across different distributors

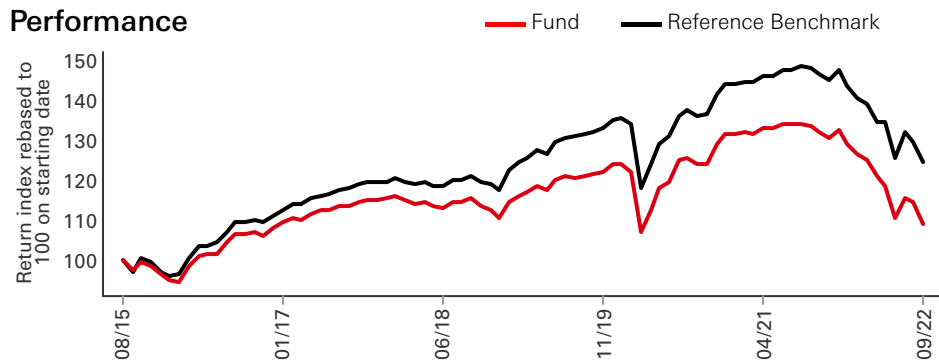
²Ongoing Charges Figure, is based on expenses over a year. The figure includes annual management charge but not the transaction costs. Such figures may vary from time to time.

Past performance does not predict future returns. The figures are calculated in the share class base currency, dividend reinvested, net of fees.

This is a marketing communication. Please refer to the prospectus and to the KIID before making any final investment decisions.

Source: HSBC Asset Management, data as at 30 September 2022

Performance



Performance (%)	YTD	1 month	3 months	6 months	1 year	3 years ann	5 years ann	10 years ann	Since inception ann
EC	-17.64	-4.85	-1.37	-12.80	-18.30	-3.41	-0.94	--	1.05
Reference Benchmark	-15.67	-4.15	-1.10	-10.60	-15.89	-1.86	0.88	--	2.90

Rolling performance (%)	30/09/21-30/09/22	30/09/20-30/09/21	30/09/19-30/09/20	30/09/18-30/09/19	30/09/17-30/09/18	30/09/16-30/09/17	30/09/15-30/09/16	30/09/14-30/09/15	30/09/13-30/09/14	30/09/12-30/09/13
EC	-18.30	7.78	2.34	5.00	0.81	7.32	9.12	--	--	--
Reference Benchmark	-15.89	8.75	3.36	8.56	1.82	8.40	12.80	--	--	--

3-Year Risk Measures	EC	Reference Benchmark	5-Year Risk Measures	EC	Reference Benchmark
Volatility	11.01%	10.62%	Volatility	8.93%	8.65%
Sharpe ratio	-0.36	-0.23	Sharpe ratio	-0.25	-0.05
Tracking error	1.67%	--	Tracking error	1.36%	--
Information ratio	-0.93	--	Information ratio	-1.34	--

Fixed Income Characteristics	Fund	Reference Benchmark	Relative
No. of holdings ex cash	512	3,126	--
Average coupon rate	5.26	5.11	0.14
Yield to worst	9.43%	8.95%	0.48%
Option adjusted duration	3.72	3.99	-0.27
Modified duration to worst	4.07	4.12	-0.04
Option adjusted spread duration	4.06	4.26	-0.19
Average maturity	5.59	5.66	-0.07
Rating average	BB/BB-	BB-/B+	--
Number of issuers	354	1425	--

Credit rating (%)	Fund	Reference Benchmark	Relative
AAA	0.39	--	0.39
A	0.26	--	0.26
BBB	3.17	0.45	2.72
BB	45.96	63.03	-17.07
B	34.88	35.12	-0.25
CCC	7.57	0.88	6.69
CC	0.25	--	0.25
C	0.03	--	0.03
D	0.04	--	0.04
NR	0.09	--	0.09
Cash	7.36	0.52	6.84

Sleeve Maturity Breakdown (%)	Fund	Reference Benchmark	Relative
USD	69.06	60.32	8.73
Emerging Markets	12.37	17.78	-5.40
EUR	11.48	21.90	-10.41
Overlay	7.08	--	7.08

Past performance does not predict future returns. The figures are calculated in the share class base currency, dividend reinvested, net of fees.

Source: HSBC Asset Management, data as at 30 September 2022

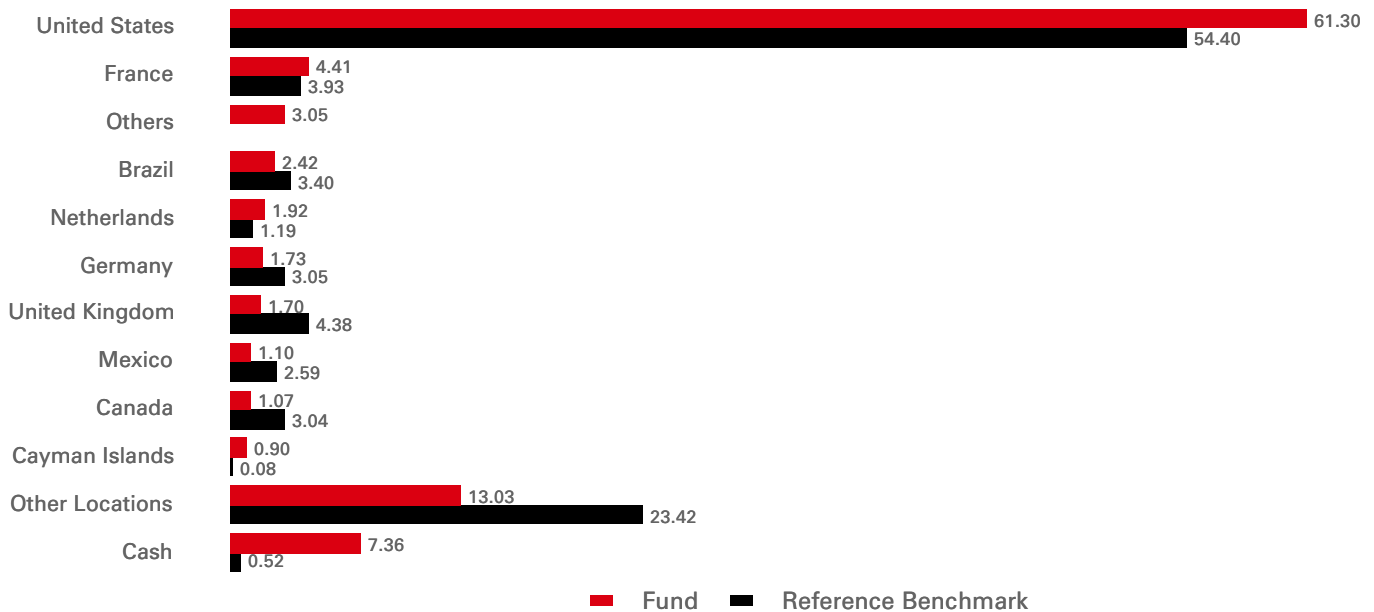
**Maturity Breakdown
(Option adjusted
duration)**

	Fund	Reference Benchmark	Relative
0-2 years	0.06	0.12	-0.07
2-5 years	0.88	1.24	-0.36
5-10 years	2.48	2.18	0.30
10+ years	0.29	0.44	-0.15
Total	3.72	3.99	-0.27

**Currency Allocation
(%)**

	Fund	Reference Benchmark	Relative
USD	100.17	100.00	0.17
GBP	0.00	--	0.00
HKD	0.00	--	0.00
MXN	0.00	--	0.00
ZAR	0.00	--	0.00
AUD	0.00	--	0.00
CAD	0.00	--	0.00
JPY	0.00	--	0.00
SGD	0.00	--	0.00
EUR	-0.18	--	-0.18

Geographical allocation (%)



Sector allocation (%)

	Fund	Reference Benchmark	Relative
Consumer Cyclical	15.61	17.17	-1.56
Communications	14.98	15.66	-0.68
Energy	12.04	9.95	2.09
Financial Institutions	10.74	13.42	-2.68
Consumer Non cyclical	8.97	10.31	-1.34
Capital Goods	6.51	7.64	-1.13
Basic Industry	6.21	5.68	0.53
Technology	4.72	4.40	0.32
Agencies	4.21	6.81	-2.61
Mutual Fund	3.05	--	3.05
Other Sectors	5.60	8.43	-2.83
Cash	7.36	0.52	6.84

Top 10 holdings	Weight (%)
AMERICAN AIRLINE 5.750 20/04/29	1.16
SPRINT CAP CORP 6.875 15/11/28	1.01
MACY'S RETAIL 5.875 01/04/29	0.94
GLB AIR LEASE CO 6.500 15/09/24	0.90
OCCIDENTAL PETE 8.875 15/07/30	0.89
ALTICE FRANCE 5.125 15/07/29	0.82
DAVE & BUSTER'S 7.625 01/11/25	0.82
AMER AXLE & MFG 6.875 01/07/28	0.79
CROWNROCK LP/CR 5.000 01/05/29	0.68
WASH MULT ACQ 5.750 15/04/26	0.65

Risk disclosures

- The Fund may invest in Emerging Markets, these markets are less established, and often more volatile, than developed markets and involve higher risks, particularly market, liquidity and currency risks.
- Derivatives may be used by the Fund, and these can behave unexpectedly. The pricing and volatility of many derivatives may diverge from strictly reflecting the pricing or volatility of their underlying reference(s), instrument or asset.
- Investment Leverage occurs when the economic exposure is greater than the amount invested, such as when derivatives are used. A Fund that employs leverage may experience greater gains and/or losses due to the amplification effect from a movement in the price of the reference source.
- Further information on the potential risks can be found in the Key Investor Information Document (KID) and/or the Prospectus or Offering Memorandum.

Follow us on:



UK Investor/Adviser E-mail:
wholesale.clientservices@hsbc.com
Lines are open 9am to 5pm Monday to Friday (excluding public holidays). To help the ACD and the Administrator continually improve their services and in the interests of security, they may monitor and/or record your communications with them.

Glossary



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The Investment Advisor will use its discretion to invest in securities not included in the reference benchmark based on active investment management strategies and specific investment opportunities. It is foreseen that a significant percentage of the Fund's investments will be components of the reference benchmark. However, their weightings may deviate materially from those of the reference benchmark. The deviation of the Fund's performance and underlying investments' weightings relative to the benchmark are monitored, but not constrained, to a defined range.

Source: HSBC Asset Management, data as at 30 September 2022

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